

V-cube Announces Revisions of Consolidated Business Forecast for Fiscal 2015

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Company name: V-cube, Inc.

Securities code: 3681

Stock exchange listings: The First Section of the Tokyo Stock Exchange

URL: (Japanese) <http://jp.vcube.com/> (English) <http://www.vcube.com/>

V-cube, Inc. (hereafter “V-cube”) today announced revisions to its full-year consolidated business forecast for fiscal 2015, the year ending December 31, 2015, previously announced on February 12, 2015, in light of recent business performance.

Revisions of Consolidated Business Forecast for Fiscal 2015

(From January 1 to December 31, 2015)

(millions of Yen, except per share amounts)

	Net Sales	Operating income	Ordinary income	Net income	Net income per share
Previous forecast (A)	6,400	502	500	267	28.39
Revised forecast (B)	6,600	502	530	267	28.39
(B) – (A)	200	0	30	0	
% change	3.1	0.0	6.0	0.0	
Results for fiscal 2014 ended December 31, 2014	4,681	403	594	261	28.66

* Previous forecast and revised forecast for net income per share is calculated based on number of issued and outstanding shares on July 31, 2015 (9,406,200 shares).

* The company carried out a 2-for-1 split of its common stock on January 1, 2015 as the effective date. The results for fiscal 2014 ended December 31, 2014 for net income per share is calculated on a post-stock-split basis.

Reasons for Revisions

As V-cube announced on June 24 and August 13, 2015, due to the aggressive sales activities and successful execution of our Growth Strategy, net sales of Cloud-based services in the first half of fiscal year 2015 has increased greatly inside and outside Japan in comparison with the initial forecast at the beginning of the year.

V-cube expects net sales to increase from the previous forecast, mainly due to successful execution of our Growth Strategy, as well as the sales growth of Cloud-based services and Appliances (in which sales will peak in the third quarter), On-Premises based services and others which exceeded the expected initial forecast.

V-cube will continue to invest aggressively in sales activities including expansion of sales force, marketing, promoting and advertising in the second half of fiscal year 2015.

Expected operating income will remain unchanged, as V-cube continues to invest aggressively in sales activities despite of increase in net sales.

Expected ordinary income slightly increases in comparison to the previous forecast, in accordance with the total results of non-operating income and non-operating expenses for the first half of fiscal year 2015.

V-cube expects an increase in net income, mainly due to two factors, first, the increase in ordinary income, and second, the change in our non-controlling interests with our additional acquisition of ownership of PioneerVC Corporation, as announced on August 7, 2015. However, there is a temporary increase in tax expenses associated with oversea business transactions. Under these circumstances, V-cube ultimately expects its net income to remain the same from the previous forecast.

Information contained in this news release is current as of the date of the press announcement, but may be subject to change without prior notice.

The following English translation is for reference purposes only, as it was originally prepared and published by the Company in Japanese and is qualified in its entirety by the original Japanese version submitted to the Tokyo Stock Exchange. Please refer to the Japanese version in the event of any discrepancy between the English and Japanese versions.
